32.501-5 Other protective terms.

If the *contracting officer* considers it necessary for protection of the Government's interest, protective terms such as the following *may* be used in addition to the Progress Payments clause of the contract:

(a) Personal or corporate guarantees.

(b) Subordinations or standbys of indebtedness.

(c) Special bank accounts.

(d) Protective covenants of the kinds in paragraph (p) of the clause at 52.232-12, Advance Payments.

(e) A provision, included in the *solicitation* and resultant contract when *first article testing* is required (see subpart 9.3), limiting progress payments on *first article* work by a stated amount or percentage.

Parent topic: 32.501 General.